

Office Memorandum • UNITED STATES GOVERNMENT

TO : Chief, Engineering Division/OC

DATE: 4 March 1954

FROM : Chief, Procurement Division/LO

SUBJECT: Contract No. XG-894 with

25X1

1. Reference is made to a conference held on 2 March 1954, in Alcott Hall, concerning (a) deletion of Division V from subject contract, (b) the procurement of additional items, and (c) additional costs in installation; the foregoing resulting in a net decrease of \$10,038.08 in the contract price.

2. The funds on the subject contract lapse as of 1 July 1954, and further payments and settlement will revert to the General Accounting Office after that date. Contracts with lapsing funds cannot be extended after 30 April 1954, since an absolute minimum of sixty (60) days is required for audit and a negotiated settlement of the contract.

3. As a result of the aforementioned meeting, the following action will be taken:

- (a) A Supplemental Agreement will be written (1) deleting Division V of the subject contract, (2) providing for the purchase of four (4) photoelectric cells (the only item in your request which can be delivered before 30 April 1954), (3) allowing additional costs due to unusual terrain where towers were erected (changed conditions), and (4) extending the contract period to and including 30 April 1954.

4. It will be necessary for your office to forward a requisition bearing fiscal 1954 funds in order to procure the other items requested in your letter dated 11 January 1954.

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LO/PD/A&IB/DMK:se (4 March 1954)

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- Orig & 1 - Addressee
- 1 - Chrono
- 1 - XG-894
- 1 - Chief, Contract Branch
- 1 - Vital Records

DOC 15	REV DATE 16/4/80	BY 37169
ORIG COMP 35	OPI 56	TYPE 2
ORIG CLASS 5	PAGES 1	REV CLASS C
JUST 22	NEXT REV 2010	AUTH: HR 10-2

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